#### UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

### MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress 1

[Date approved: January 30, 2006]<sup>2</sup>

**Bill No. and sponsor:** H.R. 3491 (Mr. Jim Ryun, Kansas).

**Proponent name, location:** Payless ShoeSource®, Topeka, KS.

Other bills on product (109th Congress only): None.

**Nature of bill:** Temporary duty suspension through December 31, 2009.

**Retroactive effect:** None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

9902.64.05 Other footwear with uppers of leather or composition leather, for persons other

than men or women (provided for in subheading 6405.10.00)

Check one:

Same as that in bill as introduced.X Different from that in bill as introduced (see Technical comments section).

#### Product information, including uses/applications and source(s) of imports:

The bill covers footwear for children, youths, and boys, with uppers of leather or composition leather (statistical reporting number 6405.10.0090).

Dutiable U.S. imports of the subject footwear totaled about \$3.5 million in 2004; trade has fluctuated somewhat in recent years. China was the leading supplier of these imports, followed by Thailand and Ireland.

<sup>&</sup>lt;sup>1</sup> Industry analyst preparing report: Laura Rodriguez (202-205-3499); Tariff Affairs contact: Jan Summers (202-205-2605).

<sup>&</sup>lt;sup>2</sup> An electronic copy of this memorandum is available at <a href="http://usitc.gov/tata/hts/other/rel\_doc/bill\_reports/index.htm">http://usitc.gov/tata/hts/other/rel\_doc/bill\_reports/index.htm</a>.

#### **Estimated effect on customs revenue:**

HTS subheading <u>6405.10.00</u>							
	2005	2006	2007	2008	2009		
Col. 1-General rate of duty	10%	10%	10%	10%	10%		
Estimated value <i>dutiable</i> imports <u>1</u> /	\$3,000,000	\$3,000,000	\$3,000,000	\$3,000,000	\$3,000,000		
Customs revenue loss	\$300,000	\$300,000	\$300,000	\$300,000	\$300,000		

<sup>1/</sup> No data are included on imports now entering free of duty or at reduced duty rates under U.S. free trade agreements or tariff preference programs; such imports may be affected by changes in the general duty rate on the subject goods.

Source of estimated dutiable import data: Commission estimates based on data provided by industry.

#### Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	US production of same or competitive product claimed?	Submission attached?	Opposition noted?
		(Yes/No)		
Payless ShoeSource® (Proponent) Curtis Sneden, Director of Government Affairs (785-295-6615)	11/09/05	No	Yes	No
American Apparel and Footwear Association Nate Herman, Director of International Trade (703-797-9062)	11/15/05	No	No	No
Footwear Distributors and Retailers of America Peter T. Mangione, President (202-737-5660)	11/18/05	No	No	No
Rubber and Plastic Footwear Manufacturers Association Mitchell Cooper, Counsel (202-331-1858)	11/07/05	No	No	No

#### **Technical comments:**<sup>3</sup>

It is suggested that the article description be amended to read as shown on page 1 of this report.

The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only U.S. Customs and Border Protection is authorized to issue a binding ruling on this matter. The Commission believes that U.S. Customs and Border Protection should be consulted prior to enactment of the bill.

# H. R. 3491

To suspend temporarily the duty on certain leather footwear.

#### IN THE HOUSE OF REPRESENTATIVES

July 27, 2005

Mr. RYUN of Kansas introduced the following bill; which was referred to the Committee on Ways and Means

## A BILL

To suspend temporarily the duty on certain leather footwear.

1	Be it enacted by the Senate and House of Representa-							
2	$tives\ of\ the\ United\ States\ of\ America\ in\ Congress\ assembled,$							
3	SECTION 1. CERTAIN LEATHER FOOTWEAR.							
4	(a) In General.—Subchapter II of chapter 99 of							
5	the Harmonized Tariff Schedule of the United States is							
6	amended by inserting in numerical sequence the following							
7	new heading:							
	" 9902.64.05 Footwear with uppers of leather or composition leather, other than for men or women (provided for in subheading 6405.10.00)							

8 (b) Effective Date.—The amendment made by

9 subsection (a) applies to goods entered, or withdrawn from

- 1 warehouse for consumption, on or after the 15th day after
- 2 the date of the enactment of this Act.

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